BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2003- 243-E - ORDER NO. 2003-571 SETEMBER 17, 2003

N DE	Application of South Carolina Electric & Gas)	ORDER V
III IXE.	Company for Approval of a Service Contract	Ś	APPROVING
	between SCE&G and Trane A Business of)	CONTRACT
	American Standard Companies (Trane).)	

This matter comes before the Public Service Commission of South Carolina (the Commission) on the request from South Carolina Electric & Gas Company (SCE&G or the Company) for approval of an electric service contract with Trane A Business of American Standard Companies (Trane). SCE&G's service agreement is with Trane's plant located near Blythewood, South Carolina. The plant will manufacture heating and air conditioning equipment. The Company also requests that the contract be received under seal due to the commercial sensitivity and proprietary nature of certain provisions in the contract, as well as the highly competitive nature of the industry in which Trane operates.

This contract is entered into by SCE&G under its economic development program and provides standard type rate incentives. Other locations considered by Trane for this facility were in North Carolina, Georgia, and Tennessee.

We have examined the contract and hereby approve it, with a condition. We hereby require SCE&G to track any resulting revenue shortfall, and we reserve the appropriate ratemaking treatment related to any shortfall for a future rate proceeding or

review as determined by this Commission. We also grant SCE&G's request for receipt of the contract under seal, since we agree that the information therein is commercially sensitive. We also agree that the original contract may be returned to the Company, as long as a version with the commercially sensitive material redacted is retained by this Commission.

This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

Mignon L. Clyburn

Chairman

ATTEST:

Gary E. Walsh Executive Director

(SEAL)